Access Channels serve as a balance against media consolidation. We provide the only coverage of ethnic communities and communities of color in many communities and a lot of coverage of local culture. Finally, you know, we'd like to suggest that the FCC should spend some more effort at gathering data. We don't think that we were able to get from you clear data on how many PEG channels there are or what the impact of proposed rule makings are because there's been no formal assessment of this. And this applies also to women and minority ownership.

Finally, within the report that I have submitted, there's a report on cable pricing in Chicago that was recently commissioned by a member and it shows that cable prices have not dropped as a result of the three competitors, but have actually risen, since there have been three competitors in the market.

And we just think that, despite whatever theories we all may hold, it's very important to get the statistical data to be able to assess where we came from and where we're going. And that way, we can judge whether the policies were good.

MODERATOR SIGALOS: Thank you. Missy

NEAL R. GROSS COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W. WASHINGTON, D.C. 20005-3701

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

MS. STAREWOOD: Hi. Good afternoon.

Thank you very much for coming to Harrisburg. This morning, I sat there like everybody else and scribbled on a piece of paper all the comments that I wanted to make.

And I had a little story for you about, you know, I'm a Harrisburg native, I do charitable work with a lot of those nonprofits that came up today and spoke so eloquently. And I was a little confused, because as the other lady had said earlier, I thought this was an FCC meeting. I didn't know what we were doing talking about nonprofits, although I'm certainly supportive of them.

I had a story for you about my favorite radio station that was purchased by a television station that specialized in black and white movies that were introduced by different species of dogs.

And the independent radio station, against FCC rules at the time, the television station was allowed to buy the radio station, promised that the DJ would stay, promised that the programming director would stay, promised that the programming would stay the same. And 60 days later, everybody was fired. No

NEAL R. GROSS COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W.

WASHINGTON, D.C. 20005-3701

local interest stories. It was just canned music

and just like everything else. But I stand here and

I'm not going to tell you that story.

I think it's so telling that it's just the two of you here. I believe that we, as taxpayers, pay the salary of the FCC, and the FCC is our body. And I think it's so disappointing that the rest of the Board isn't here to hear us, who sat here all day waiting to be heard. And I really applaud you all.

I wish that earlier in the day we could have taken a show of hands to say how many people in the audience who weren't involved with media heard about it through the media. Because I don't think very many people would have raised their hands. I heard about it from a friend in California. People I have talked to today, they heard it from internet groups or friends of friends. But none of us heard it on the radio or television.

And the fact that what's happening right now at quarter of 4:00, I can bet you it's not going to be on the news tonight. But we will, when we go home and watch the news, see all of the people who were involved in media testifying before you all today.

NEAL R. GROSS

1 So, thank you very much. I think you 2 know where I stand. Okay? 3 MODERATOR SIGALOS: James Shaller. 4 James Shaller? Rick Smith. 5 MR. SMITH: Hi. My name is Rick Smith. 6 by trade, I'm a Teamster truck driver. By hobby, by 7 passion, I host a labor radio program in this area. 8 While I think this forum could be a step 9 in the right direction, I have to question why you 10 chose this time and this day. If you truly wanted 11 working families, working people to come and speak before you and give your opinion, you should have 12 13 chosen a time when people had off from work. 14 Having said that, I want to offer my 15 comments. There's a definite problem in this 16 country. We heard talk of competition, but who can 17 compete with the likes of Clear Channel and their 1250 radio stations? 18 19 With five corporations owning almost 80 20 percent of our media, my journey toward airing a 21 positive message for working families in this part 22 of the state, has been filled with overwhelming 23 obstacles. Only one small station in this area, one 24 small struggling station, was willing to even 25 consider airing a positive, pro-worker program. The big station in this area actually laughed. They didn't want to know about it, they want to hear it, they just laughed, regardless of quality.

The one station that did agree to air our program, did so only because they could charge us three times what they charge their conservative program because they knew no one else would even consider airing our program.

The thing here is, it's easy to tear down things, it's easy to rip on things. We need solutions and the solutions are simple, but hard to accomplish. We need to undue to the barest minimum, the telecom bill of 96. We have to limit market ownership and encourage local business to take back local media. You, our government must do what's in your power to accommodate an open and competitive local media arena.

When I was a kid growing up in Cleveland, we had two newspapers, competing opinions. Today, there's one. Go across this country, every community had its own flavor, its own distinct way about it. Today, everything is homogenized, everything is syndicated or canned programming that caters to the advertiser and not the listener.

NEAL R. GROSS COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W.

WASHINGTON, D.C. 20005-3701

2.5

1 MODERATOR SIGALOS: Thank you. 2 MR. SMITH: Thank you so much. I hope 3 you do what's right. 4 MODERATOR SIGALOS: Thank you. Barry 5 Cohen. 6 MR. COHEN: Thank you. I drove three hours to be here today. I spent 28 years in and 7 8 around the broadcast community. I currently operate 9 and ad agency and I place 100 percent of my clients' 10 dollars, we're all small businesses, on radio and 11 television. I buy advertising all across the 12 country. 13 And I want to talk about the affect of 14 consolidation not on the news and not on employment, 15 but rather on advertising, because my clients, the 16 advertisers, are the paying consumers of radio. 17 paying consumers of radio. 18 I can't go into any of the top 20 19 markets and get a competitive proposal anymore 20 because four out of five stations that I want to buy 21 are owned by one company, whether it's CBS or Clear 22 Channel or Cumulus or whomever. 23 Furthermore, what kind of affect do we 24 have with consolidation? I'll tell you what the

affect is on advertising. We're dictated to. My

Clear Channel rep in New York actually told me that their manager told them I could not buy weekend time only on the radio for my small clients, who can't afford prime time, without paying a premium. right? Ludicrous. Weekend time is considered offpeak non-prime. It has lower ratings. It has lower prices, and yet we were told we couldn't buy that. So what's happening here in consolidation is the smaller local business has been

completely priced out of the radio market.

Okay. Now, furthermore, the 800 pound gorillas continue to throw their weight around. had a client sponsoring a hosted trip by a DJ on a CBS radio station in New York and it happened to have been interrupted by 9/11 and the DJ refused to go on the trip. Well, since the entire trip was built around him, the client's promotion tanked entirely. CBS not only held his feet to the fire and expected him to pay the whole bill, but threatened to blackball him throughout the Viacom system. Okay? And I will leave you documentation to that effect in black and white.

So what's happened to consolidation? has ruined the access for local advertisers to radio and television.

NEAL R. GROSS COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W. WASHINGTON, D.C. 20005-3701

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 MODERATOR SIGALOS: Thank you. Tom 2 Joyce. 3 MR. JOYCE: Thank you. My name is Tom 4 Joyce and I'm a reporter for the York Daily Record, 5 a daily morning newspaper based in York County. 6 Nearly 20 years ago, I decided to enter the field of 7 journalism because I felt that keeping the public 8 informed and empowered is a worthy pursuit, however, 9 I have serious concerns about the future of my 10 chosen profession. 11 For more than 200 years, in one form or 12 another, the York Daily Record has served as a local 13 news source in York County. Pardon me, I pulled out 14 the wrong set of notes here. 15 It represents a tradition of grass 16 routes community journalism which I and my 17 colleagues took great pride in. The York Dispatch, 18 an afternoon newspaper has also ably served the 19 community. 20 Prior to 2004, a community called 21 Buckner News Alliance owned my newspaper. 22 Colorado based corporation called MediaNews Group, 23 owner of the fourth largest national chain of 24 newspapers, owned the <u>Dispatch</u>. In 2004 MediaNews 25 Group acquired our newspaper. The arrangement, as

1 we the employees were told, was that the two owners 2 would swap newspapers. Acting on information 3 provided by officials with MediaNews Group, my colleagues reported this purported ownership swap in 4 5 the pages of both newspapers. 6 The Newspaper Guild Communications 7 Workers of America, the union that represents 8 journalists at both newspapers, subsequently 9 discovered evidence that MediaNews Group, in fact, 10 owns both newspapers. In short, the company that 11 controls the newspapers had intentionally used them 12 to mislead, rather than inform the people of York 13 County about their ownership. 14 Here's my point. The prospect of a 15 corporation gaining control of the local news media 16 and using them to strategically distort the truth, 17 is not some outlandish scenario that exists only in 18 the minds of conspiracy theorists, it is happening 19 now. 20 I would ask the Commissioners to do all 21 that you can to stop this process, rather than 2.2 encourage it. Please do not allow cross-ownership. 23 Thank you.

NEAL R. GROSS
COURT REPORTERS AND TRANSCRIBERS
1323 RHODE ISLAND AVE., N.W.
WASHINGTON, D.C. 20005-3701

Christianson Gerall? Janet Joynes?

MODERATOR SIGALOS: Thank you.

24

25

Cathy

MS. JOYNES: Hi. I'm just an ordinary housewife who lives across the river and I'm here because of the editorial that the two of you had in The Patriot News yesterday. And I considered it to be a great privilege to come and participate in this kind of a procedure.

I am going to share a little story with you because most of what I had thought has already been spoken by these people.

I'm a Navy brat, traveled all over the country. I have family all over the country. And not terribly long ago, I was on a vacation that included a visit to Florida, Tennessee, and California. And when I was in California going through the checkout line at Wal-Mart, I looked down at my checkbook and realized that both in California, where I was writing it, and back in Tennessee when I was there, and then back in Florida where I had been not too long before that, I was also in Wal-Mart. And I just kept writing the name Wal-Mart in my checkbook.

And from that experience, I've come to be terribly afraid of the company store that I feel America is slowly becoming because so few people own everything that we use.

NEAL R. GROSS COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W.

WASHINGTON, D.C. 20005-3701

1 And it's a terrifying prospect to me. 2 think America will lose its character if what is 3 good for business becomes the only thing that is 4 valuable in America. 5 MODERATOR SIGALOS: Thank you. Paula 6 Adams. 7 MS. ADAMS: Hi. I feel like I'm preaching to the choir, at this point. I am an 8 9 informed citizen from Pittsburgh, PA. I'm a single 10 mother. I'm a student. I work full-time. 11 lucky enough to get the day off work. I got up at 12 4:30. 13 I missed the local news story this 14 morning that was being advertised all morning as I 15 was getting ready to leave, which was how to relieve 16 tired looking eyes. It's just nice to know women's 17 issues are being covered in local news. 18 I'd also like to thank whoever is here, 19 the media covering this. If -- there is, right? 20 Media coverage? No, yes? Okay. I mean, it's great 21 to know that. Thank you. 22 And it also seems interesting to me, 23 when I first got here, I still can't sort of shake 24 that, I felt like I was in bizarro world with the 25 nonprofits, who are lovely, but it just seemed to me

1 that the local media found it very easy to get on 2 the horn and inform them about this meeting today 3 and yet couldn't inform the public. 4 So, I just urge you to stop the media, 5 big media consolidation from getting any bigger than 6 it already is. It's already a behemoth, a monster. 7 I have to really search long and hard to get my information. 8 9 I still don't turn off the TV. I still I know a lot of people have given up on 10 11 it. But I also do want to just comment that CBS 12 News Radio out of Pittsburgh is now owned by Viacom 13 and they have decided that after 7:00 p.m., there should be no more local news. That's a decision 1415 that came from New York, not from the CBS News 16 station. 17 Thank you. 18 MODERATOR SIGALOS: Thank you. Cliff 19 Dillman. Cliff Dillman? Nicky Smearl? Richard 20 Vouch? Barbara VanHorne. 21 MS. VAN HORNE: Thank you. Thank you 22 for waiting. I didn't travel too far. I live in 23 Perry County. My name is Barbara VanHorne and I'm a 24 grandmother. I'm 75 years old, but I was so anxious 25 to come to this meeting and tell you that I'm

against further consolidation of the media, that I 1 2 walked across the river bridge in this cold weather. 3 I have been involved with nonprofits for 4 many years, going back to about 20 years ago when I 5 was able to testify on a community access TV station 6 against Ronald Reagan's Star Wars dream. And of 7 course, that's not possible in Harrisburg. 8 But I also am involved with many local 9 nonprofits, including Habitat for Humanity. 10 couple months ago, there was an excellent program 11 available, but not shown locally, about the causes 12 of homelessness and the causes, the root causes of poverty housing. And none of the local stations 13 14 were able to cover that. 15 I have never found that, being involved with an nonprofit, that that's a reason to 16 17 consolidate media in the hands of a few corporate 18 groups. 19 My biggest concern is that I'm a 20 grandmother. I have four grandchildren and I really 21 worry about the kind of country and the kind of 22 world that we're giving to them. 23 I, being 75, I can remember or I think I 24 can, a time when our country was not controlled by 25 big business and I really wish and dream that we

1 could go back to a time like that again. 2 Thank you. 3 MODERATOR SIGALOS: Thank you. Thomas 4 Poole. 5 MR. POOLE: Hello. My name is Thomas 6 Poole and I am with Pittsburgh Community Television, 7 so, I see that there is a small contingency of 8 Pittsburgh folks who have come out. We didn't all 9 come together. As a matter of fact, I came on my 10 own, so I'm surprised that a lot of us are out here, 11 so it's great. 12 Anyway, my name is Thomas Poole, I'm 13 with Pittsburgh Community Television, which happens 14 to be the public access station in the City of 15 Pittsburgh. What the station does as a public 16 access station is facilitate a television production 17 studio for people to use to produce their own 18 programming that they can air and put on the 19 channel. 20 Let me show you something. On my 21 business card, our logo is a thumb print, if anyone 22 can see it. It's kind of small. We don't have the 23 big camera that we had before with the big screen. 24 But there's a thumb print and the slug line is make 25 your mark. Make your mark. Basically, what we're

1 saying is that everyone in our community can make 2 their mark. And that's what public access is about. 3 That's what access television is really supposed to 4 be about. And that is, giving everyone an 5 opportunity to make their mark. And I wanted to 6 make that really clear. 7 This whole thing about media 8 consolidation does concern me a great deal. 9 what we promote is diversity. And if media 10 consolidation is about not diversity or if it's not 11 about providing a forum for free speech or free 12 expression, or not training or providing people the 13 opportunity to use this powerful medium called 14 television, then we are against it. 15 So, I would like to say my final words 16 is that this really resonates in the African 17 American community and that is, keep your eyes on 18 the prize and do the right thing. Thank you very 19 much. 20 MODERATOR SIGALOS: Thank you. Leslie Small? 21 Brandon Taulbert? Chuck Henson? 22 MR. HENSON: Thank you for staying this 23 afternoon, Commissioners. For all the rest of you, 24 I'm next to last. My name is Chuck Henson, and I 25 wrote my remarks, so I can be brief.

COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W. WASHINGTON, D.C. 20005-3701

1	I came today as an interested citizen
2	and not knowing what to expect, nor planning to
3	speak. I acknowledge all the benefit that the
4	nonprofits receive from local print and electronic
5	media, but for me, that is not the issue that you,
6	the Commissioners need to be concerned about. PSAs
7	are not at risk, but democracy is.
8	I strongly believe your primary and only
9	goal is your policy decisions what policies will
10	strengthen and keep our democracy strong. For me,
11	that means fostering and increasing strong and
12	independent investigative reporting, independent
13	editorials, not tied to corporate interests, and
14	correct and accurate reporting of the facts, not
15	with spin.
16	For me, I don't believe corporate media
17	has the strength of our democracy as one of their
18	goals. But that must be your only goal.
19	Thank you.
20	MODERATOR SIGALOS: Thank you. Connie
21	Collier.
22	MS. COLLIER: My name is Connie Collier.
23	I'm here for myself.
24	Last year, I bought a Sirius Satellite
25	radio. It worked fine until 10/13/06 and it has not

1	worked since. I can only get it in my car. I don't
2	work in my car. I bought it for my office. They
3	turned the repeater off here in Harrisburg,
4	Pennsylvania. I don't know why. I don't understand
5	all the problems that there is with that. But I
6	enjoyed it. And now I don't have the variety
7	anymore. I don't have anything anymore. So, can
8	you please turn them back on or fix the problem? Or
9	how long is it going to be before we get that
10	repeater back on so that the music comes in the
11	building again? Because you can only get it in your
12	car. I don't live in my car.
13	Every day I go to work, 20 minutes, 30
14	minutes back and forth, that's all I listen anymore.
15	You can't even get it in your house anymore without
16	that repeater being on. So, when are you guys going
17	to make a decision?
18	Please turn it back on. I miss my
19	radio. Thank you.
20	MODERATOR SIGALOS: Thank you. Well, in
21	fact, I do not have any more names on the list. I'm
22	not sure if I have missed anybody or if there is any
23	last people who wanted to provide comment for the
24	record. Okay. Commissioners?

COMMISSIONER COPPS:

COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W. WASHINGTON, D.C. 20005-3701

25

Thank you very

much. And first of all, let me thank everybody who stayed to the end here. It was like we had two meetings today. Two kind of very different meetings.

And I thought this morning was very interesting. We've had trouble eliciting the participation of broadcasters in many of the meetings that we have had around the country. So the good news is that they came today, many of them, and they were in the room and some of them had good and valuable things to say. And some of them did talk about local service and serving the public interest. But it was like they were in the room, but not really part of the conversation.

about are important. And this is good citizenship to support the nonprofits and to do all the charitable enterprises that they do. That's kind of a tradition in American corporate life anyhow, broadcaster, non-broadcaster, anybody else, we kind of have a history of philanthropy. And that's fine and I think we should hear about it. But I think we needed today, to hear about some other things from their perspective, too.

So, it's not just that we're interested

NEAL R. GROSS

COURT REPORTERS AND TRANSCRIBERS 1323 RHODE ISLAND AVE., N.W. WASHINGTON, D.C. 20005-3701

in what the stations may allow their employees to do on their own time, I'm interested in how the airwaves are used during our time, when we're tuned in. Are they serving the public interests? And are they teeing up the issues, the civic issues that we need to understand, in order to make intelligent decisions for our democracy? Are they reflecting and nourishing the diversity of this community? And according to many of the testifiers today, we've got a ways to go on that, covering local artists, local news, and all of that.

So again, I'm glad they're in the room, but now I urge them the next time to join the conversation and this little broader context and really help inform the debate.

Obviously, many of you feel deeply about this issue. I think you know that my colleague

Jonathan Adelstein and I feel deeply about it, too.

Don't look at today as your final opportunity to be involved in this issue. I mean, it's good that we're all together. I hope it will get some coverage around here, but you've got to keep talking about this to your friends and your neighbors, and writing about it if you know how to write, and singing about it, if you know how to sing and do

everything you can in order to get the word out there.

I said this morning, I am optimistic about the time we live in now, because I think we do have a chance, not just to beat bad new rules that the Commission might come with, but to go back and revisit some of the old rules with the help of Congress. Only though, only if there's a lot of push from the grassroots and that's what's really important. That's what beat Michael Powell's illadvised near catastrophe for the country three years ago, and that's what can get us on the right track now.

So, we're very grateful for your participation today and keep up the good fight and you can count on me to do the same. Thank you.

COMMISSIONER ADELSTEIN: I would just like to really briefly to echo that and to thank you all for staying to the end. I'm so glad that I did because this last little bit here was perhaps the best of the whole day. I mean, what could be better than a 75 year old grandma walking across the bridge to come and tell us what she's concerned about for her grandkids? And the stories that you call shared, this is really a lot of you from right

NEAL R. GROSS

around here, a national figure in the movement for community media, some fantastic testimony at the very end, and throughout the day.

But I would say that Mike Copps is right, it really was a tale of two meetings. We had a group come in this morning, was asked to come. If somebody had raised millions of dollars for me, or hundreds of thousands, or tens of thousands, I'd probably show up too, if they asked me to come. And they did. And they were people who do very important work in this community. And they really had to do and say what they did, because they are very beholden, indeed, as we all are to some of the positive things that broadcasters do in this community.

But even if we take all that and posit that yes, they've done some very good things and they supported some very good causes, one thing we did not hear from that side ever was a good argument to allow bid media to get bigger.

So the debate they didn't join was the very reason that we're here, which is to decide what are the media ownership rules and how should they look. And the fact that there are some good things that area happening does not mean that it wouldn't

NEAL R. GROSS

be a heck of a lot better if we had locally owned and diverse ownership of the media. As a matter of fact, a much better case was made by a lot of you that media consolidation is a root cause of a lot of problems in the media that are not in fact resolved by some of the good charitable work that the broadcasters are doing.

So, in sum, it is better to teach somebody how to fish than to give them a fish. It's better to educate people about what the root cause of the problems are, than to try to put Band-Aids over the effects of them.

So we had a great discussion. And that is a great thing to learn. Every time I come to one of these hearings, I learn something new. And that's something, a good debate and a good discussion, is something that I learned today here, to think about. And the wisdom of the community of Harrisburg was manifest today. And we're going to take that back to Washington.

We're going to take what you said to heart and make it part of the policy deliberations. We won't forget the effort you made to be here. And we thank you very much for it and we will make it a part of the record.

NEAL R. GROSS

1	Thank you for being here.
2	MODERATOR SIGALOS: Thank you.
3	COMMISSIONER COPPS: We want to thank
4	our able moderator, too, for his good work.
5	MODERATOR SIGALOS: Thank you. And this
6	concludes the Commission's third hearing on media
7	ownership. Thank you so very much for
8	participating.
9	(Whereupon, at 4:11 p.m., the foregoing
10	proceeding was concluded.)
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

CERTIFICATE

This is to certify that the foregoing transcript in the matter of: Media Ownership Hearing

Before:

Kevin Martin

Date:

February 23, 2007

Place:

Harrisburg, Pennsylvania

represents the full and complete proceedings of the aforementioned matter, as reported and reduced to typewriting.

Saad Handoo